

The cover photo illustrates the second newest memorial on the Iowa State Capitol grounds - the World War II Memorial Plaza, located between the Lucas and Grimes buildings and dedicated in 1997. The purpose of this memorial is to honor all those who served so valiantly during World War II and to provide posterity with knowledge about the compelling reason for the USA's involvement in the war.... the preservation of freedom around the world. The centerpiece of the "Freedom Flame" monument is a fifty-foot-high stainless steel stylized flame. Leading up to the flame is "Freedom Walk," a walkway through time, beginning with Pearl Harbor. The Plaza floor is comprised of a global map showing the five major theaters of operation. The "Wall of Memories" is an appropriate backdrop for the Freedom Flame. The total cost of this monument was \$735,000, this sum includes a fund to ensure the memorial's future maintenance.

To learn more, go to: http://das.gse.iowa.gov/Monuments/mon26.html.

Photo by Mike Steven, Iowa Department of Administrative Services

## COMPREHENSIVE ANNUAL FINANCIAL REPORT



GOVERNOR: Thomas J. Vilsack

PREPARED BY:

The Iowa Department of Administrative Services- State Accounting Enterprise

## TABLE OF CONTENTS

INTRODUCTORY SECTION	<u>Page</u>
Letter of Transmittal GFOA Certificate of Achievement Iowa Organizational Chart Principal Officials	II-VIII IX X XI
FINANCIAL SECTION	
INDEPENDENT AUDITOR'S REPORT	2-3
MANAGEMENT'S DISCUSSION AND ANALYSIS	4-13
BASIC FINANCIAL STATEMENTS	
Government-wide Financial Statements	
Statement of Net Assets Statement of Activities	16-17 18-19
Governmental Fund Financial Statements  Balance Sheet Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Assets Statement of Revenues, Expenditures and Changes in Fund Balances Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities	22 23 24 25
Proprietary Fund Financial Statements	
Statement of Net Assets Statement of Revenues, Expenses and Changes in Fund Net Assets Statement of Cash Flows	28 29 30-31
Fiduciary Fund Financial Statements	
Statement of Fiduciary Net Assets Statement of Changes in Fiduciary Net Assets	34 35
Component Unit Financial Statements	
Statement of Net Assets Statement of Activities	38 39
Notes to the Financial Statements	40-75
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary Comparison Schedule - Major Governmental Funds	78-79
Budgetary Comparison Schedule - Budget to GAAP Reconciliation  Notes to Required Supplementary Information - Budgetary Reporting	80 81-83
Schedules of Funding Progress	84

## SUPPLEMENTARY INFORMATION

Governmental Funds Combining Balance Sheet - By Fund Type Combining Statement of Revenues, Expenditures and Changes in Fund Balances - By Expenditures - By	<b>86</b> Fund Type <b>87</b>
Special Revenue Funds Combining Balance Sheet Combining Statement of Revenues, Expenditures and Changes in Fund Balances Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Budgetary Basis Nonmajor Funds	90 91 92-97
Capital Projects Funds  Combining Balance Sheet  Combining Statement of Revenues, Expenditures and Changes in Fund Balances	100 101
Permanent Funds Combining Balance Sheet Combining Statement of Revenues, Expenditures and Changes in Fund Balances	104 105
Proprietary Funds	
Enterprise Funds Combining Statement of Net Assets Combining Statement of Revenues, Expenses and Changes in Fund Net Assets Combining Statement of Cash Flows	108 109 110-111
Internal Service Funds Combining Statement of Net Assets Combining Statement of Revenues, Expenses and Changes in Fund Net Assets Combining Statement of Cash Flows	114 115 116-117
Fiduciary Funds	
Pension And Other Employee Benefit Trust Funds Combining Statement of Fiduciary Net Assets Combining Statement of Changes in Fiduciary Net Assets	120 121
Private Purpose Trust Funds Combining Statement of Fiduciary Net Assets Combining Statement of Changes in Fiduciary Net Assets	124 125
Agency Funds Combining Statement of Fiduciary Net Assets Combining Statement of Changes in Assets and Liabilities	128 129
Schedule Of Current and Capital Outlay Expenditures - General Fund	130-131
STATISTICAL SECTION	
Revenues By Source - Governmental Fund Types Expenditures By Function - Governmental Fund Types Public Education - Public School Enrollment Public Education - Public Higher Education Enrollment Employment By Industry Ten Largest Nongovernmental Employers Labor Force, Employment and Unemployment - Annual Averages Population, Total Personal Income, and Per Capita Personal Income Agriculture - Cash Receipts and Government Payments Revenue Bond Coverage	134-135 134-135 136 136 137 138 139 140 141

## **ACKNOWLEDGEMENTS**